

ABSTRACT

Every company is certainly faced with an uncertainty (risk or threat) that occurs, to reduce the impact caused by the need for enterprise risk management. Enterprise Risk Management is an activity carried out in minimizing and preventing risks that occur in a company by identifying, planning, and strategies in achieving the goals of an entity. A company can be said to have an enterprise risk management maturity level when it has adequate regulations or regulations related to enterprise risk management and is disclosed in annual financial reports.

This study aims to determine the simultaneous and partial effect of company size, concentration of ownership, and chief risk officer on disclosure of enterprise risk management in banking sub-sector companies listed on the Indonesia Stock Exchange (IDX) in 2018-2021.

This type of research is descriptive with a quantitative approach. The method used in selecting the sample was purposive sampling with a total sample of 38 companies obtained over a period of 4 years with a total of 152 observations. The analytical method used in this research is panel data regression analysis using E-views 12 software.

The results of the study show that simultaneously company size, ownership concentration, and chief risk officer have a significant effect on enterprise risk management disclosures. Partially, company size has a significant positive effect on enterprise risk management disclosures, while chief risk officer and ownership concentration have no effect on enterprise risk management disclosures.

This research is expected to add insight and knowledge, especially related to factors that can influence enterprise risk management disclosures. Based on the results of the study, it is suggested for future researchers to examine other variables that may affect enterprise risk management disclosures. The company is expected to increase the disclosure of enterprise risk management because this can be a positive signal for investors.

Keywords: Chief Risk Officer, Company Size, Enterprise Risk Management, Ownership Concentration